

**Agency Summary**  
**Housing Finance Agency (HF0)**  
**FY 2004 Recommended Baseline Budget**

<b>Fund Type</b>	<b>(A) Proposed 2003 Budget</b>	<b>(B) Agency 2004 Request</b>	<b>(C) OBP Baseline Scrub</b>	<b>(D) Agency Appeals</b>	<b>(E) OBP Centralized Adjustments</b>	<b>(F) OBP Recommended Baseline</b>	<b>(G)=(F)-(B) Net Baseline Adjustment</b>
Personal Services	\$4,047,637	\$4,403,397	\$0	\$0	\$0	\$4,403,397	\$0
Non Personal Services	\$1,749,824	\$1,685,389	\$0	\$0	\$0	\$1,685,389	\$0
Special Purpose Revenue Fund	\$5,797,461	\$6,088,786	\$0	\$0	\$0	\$6,088,786	\$0
<b>Total for PS</b>	\$4,047,637	\$4,403,397	\$0	\$0	\$0	\$4,403,397	\$0
<b>Total for NPS</b>	\$1,749,824	\$1,685,389	\$0	\$0	\$0	\$1,685,389	\$0
<b>Gross Total</b>	\$5,797,461	\$6,088,786	\$0	\$0	\$0	\$6,088,786	\$0
<b>FULL TIME EQUIVALENTS</b>							
Special Purpose Revenue Fu	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00

**Agency Summary**  
**Housing Finance Agency (HFA)**

**Revised Budget Recommendation**

**SUMMARY:**

There is no change to OBP's preliminary funding level of \$6,088,786 for the Housing Finance Agency (HFA) in FY 2004. (OBP preliminary recommendation provided below.)

**OBP SCRUB:**

There are no additional adjustments to the preliminary recommendation.

**OBP CENTRALIZED ADJUSTMENTS:**

There were no centralized adjustments made to this agency.

**APPEAL:**

The agency did not submit an appeal to the OBP preliminary budget recommendation.

**Preliminary Budget Recommendation**

The Housing Finance Agency (HFA) presented a proposed budget of \$6,088,786 for FY 2004, a net increase of \$291,325 or 5 percent over the FY 2003 proposed budget of \$5,797,461 as submitted. The FY 2004 budget increased \$355,760 in personal services and decreased \$64,435 in nonpersonal services in contracts and supplies. The increase in personal services is primarily due to penalties assessed by the Internal Revenue Service (IRS). This is because when HFA was created in 1979, staff was instructed that the agency was exempt from Social Security and Medicare and subsequently elected not to apply Social Security and Medicare taxes to employee pay. In FY 2002 it was determined that the agency was in fact not exempt and should have been paying the taxes during that time.

As a result, the agency is in violation of Federal tax laws and is currently in negotiation with the IRS to determine the amount of penalty owed, which the agency estimates at \$300,000. This penalty is a one-time budgetary amount and will be reduced for the FY 2005 budget. No District full-time equivalent positions (FTEs) are supported in this budget.

Note - The FY 2003 budget submitted to Congress was subsequently reduced by \$61,392 to \$5,736,069 by the HFA Board of Directors, which governs the agency and has sole authority for budget approval. The board will meet in September 2003 to approve the FY 2004 funding level presented in the HFA submission to OBP.

OBP has made no adjustments to the proposed budget, however the funding level is subject to an adjustment pending HFA Board approval.

# Baseline and Adjustments Agency by Fund and Object Class

## HF0 HOUSING FINANCE AGENCY

### Fund 0600 Special Purpose Revenue Fund

Comptroller Source Group (Object Class 2)	(A) FY 2003 Proposed	(B) Agency 2004 Request	(C) OBP Baseline Scrub	(D) Agency Appeals	(E) OBP Centralized Adjustments	(F)= B+C+D+E OBP Recommended Baseline	(G) Spending Pressures	(H) Target Adjustment	(I) Mayors Adjustment	(J)= F+G+H+I Mayors Proposed Budget	(K)= J-A Change from FY 03
0011 Regular Pay - Cont Full Time	3,162,114	3,213,878	0	0	0	3,213,878	0	0	0	3,213,878	51,764
0012 Regular Pay - Other	113,333	101,991	0	0	0	101,991	0	0	0	101,991	-11,342
0013 Additional Gross Pay	156,396	65,380	0	0	0	65,380	0	0	0	65,380	-91,016
0014 Fringe Benefits - Curr Personnel	591,497	995,838	0	0	0	995,838	0	0	0	995,838	404,341
0015 Overtime Pay	24,297	26,309	0	0	0	26,309	0	0	0	26,309	2,012
<b>Total: Personal Services</b>	<b>4,047,637</b>	<b>4,403,397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,403,397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,403,397</b>	<b>355,760</b>
0020 Supplies And Materials	90,317	86,944	0	0	0	86,944	0	0	0	86,944	-3,373
0030 Energy, Comm. And Bldg Rentals	86,385	73,035	0	0	0	73,035	0	0	0	73,035	-13,350
0031 Telephone, Telegraph, Telegram, Etc	35,424	38,280	0	0	0	38,280	0	0	0	38,280	2,856
0033 Janitorial Services	60,934	44,362	0	0	0	44,362	0	0	0	44,362	-16,572
0034 Security Services	36,000	2,422	0	0	0	2,422	0	0	0	2,422	-33,578
0040 Other Services And Charges	625,958	678,688	0	0	0	678,688	0	0	0	678,688	52,730
0041 Contractual Services - Other	68,400	135,400	0	0	0	135,400	0	0	0	135,400	67,000
0070 Equipment & Equipment Rental	360,000	230,580	0	0	0	230,580	0	0	0	230,580	-129,420
0080 Debt Service	386,406	395,677	0	0	0	395,677	0	0	0	395,677	9,271
<b>Total: Non Personal Services</b>	<b>1,749,824</b>	<b>1,685,389</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,685,389</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,685,389</b>	<b>-64,435</b>
<b>Fund Total 0600 Special Purpose Reven</b>	<b>5,797,461</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>291,325</b>
<b>Total for HF0 Housing Finance Agency</b>	<b>5,797,461</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>291,325</b>

# Baseline and Adjustments Agency by Control Center, and Object Class

## HF0 HOUSING FINANCE AGENCY

### Control Center 0010 HOUSING FINANCE AGENCY

Comptroller Source Group (Object Class 2)	(A) FY 2003 Proposed	(B) Agency 2004 Request	(C) OBP Baseline Scrub	(D) Agency Appeals	(E) OBP Centralized Adjustments	(F)= B+C+D+E OBP Recommended Baseline	(G) Spending Pressures	(H) Target Adjustment	(I) Mayors Adjustment	(J)= F+G+H+I Mayors Proposed Budget	(K)= J-A Change from FY 03
0011 Regular Pay - Cont Full Time	3,162,114	3,213,878	0	0	0	3,213,878	0	0	0	3,213,878	51,764
0012 Regular Pay - Other	113,333	101,991	0	0	0	101,991	0	0	0	101,991	-11,342
0013 Additional Gross Pay	156,396	65,380	0	0	0	65,380	0	0	0	65,380	-91,016
0014 Fringe Benefits - Curr Personnel	591,497	995,838	0	0	0	995,838	0	0	0	995,838	404,341
0015 Overtime Pay	24,297	26,309	0	0	0	26,309	0	0	0	26,309	2,012
<b>Total: Personal Services</b>	<b>4,047,637</b>	<b>4,403,397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,403,397</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,403,397</b>	<b>355,760</b>
0020 Supplies And Materials	90,317	86,944	0	0	0	86,944	0	0	0	86,944	-3,373
0030 Energy, Comm. And Bldg Rentals	86,385	73,035	0	0	0	73,035	0	0	0	73,035	-13,350
0031 Telephone, Telegraph, Telegram, Etc	35,424	38,280	0	0	0	38,280	0	0	0	38,280	2,856
0033 Janitorial Services	60,934	44,362	0	0	0	44,362	0	0	0	44,362	-16,572
0034 Security Services	36,000	2,422	0	0	0	2,422	0	0	0	2,422	-33,578
0040 Other Services And Charges	625,958	678,688	0	0	0	678,688	0	0	0	678,688	52,730
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0080 Debt Service	386,406	395,677	0	0	0	395,677	0	0	0	395,677	9,271
<b>Total: Non Personal Services</b>	<b>1,749,824</b>	<b>1,685,389</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,685,389</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,685,389</b>	<b>-64,435</b>
<b>Control Center 0010 HOUSING FINANCE A</b>	<b>5,797,461</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>291,325</b>
<b>Total Housing Finance Agency</b>	<b>5,797,461</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,088,786</b>	<b>291,325</b>